G R. S. 591

GENERAL AND REVENUE SECRETARIAT.

1910.
( Banking)

**File No.** 52-10

**Serial Nos.**

**Papers Filed.**

*Month* May 11

SUBJECT.

Regarding over valuation of Coffee Estates Mortgaged to the late Agricultural Banks at Saklespur and Chickmagalur

| PREVIOUS REFERENCES. | LATER REFERENCES. |
|---|---|
| | |

Manjanna.

G.R.S. 11] 1910.

GENERAL AND REVENUE SECRETARIAT.

( Bank )

NOTES.

File No. 52-10

FILE HEADING.

Regarding over valuation of Coffee Estates Mortgaged to the late Agricultural Banks at Sakleshpur and Chickmagalur

From

| No. | Dated | Received |
|---|---|---|

| Diary No. | Enclos. | Spare Copies. | Serial No. |
|---|---|---|---|

BRIEF ABSTRACT OF LETTER.

NOTES AND ORDERS.

P.T.O

NOTES—First Sheet.

GPB—30,000—12-9-11

Two Drafts (fair)

G.R.S. 26]

Confidential File No. 2

Serial No.

*Diary No. of letter replied to* 4555

O O No. 3828

13-8-1910

General and Revenue Secretariat

( )

*the* 190

To

The Dy Commr

Kadur Dt

Date of issue 13 August 1910

Signed by W J & C S Balu

Sundara Iyer

My dear Sir,

Please refer to your letter No 429/6-5-10 recommending the closing of the accts of Sri Shama Rao an indebted member of the late Agl Bank at Chikmagalur. Before passing final orders in regard to the writing off the large balance of Rs 37258-11-10 remaining due in this case Govt would be glad to know whether this is

*over.*

SUBJECT.

2.

a solitary case or whether more cases of a similar nature are likely to come up for sanctioned treatment. I request you will kindly treat the matter as urgent & reply by D. O. early.

Yours sincerely

Sd/-

Secy

to

10810

*List of enclosures,*

*Copied by*

*Examined by*

GPB—10,000—23-5-08

G.R.S. 26]

Confidential

File No.

Serial No.

*Diary No. of letter replied to*

No. D. O
No 8829
13-8-1910

General and Revenue Secretariat
( )
*, the* 190

To
The Dy Commr
Hassan Dt

Date of issue 13 August 1910

Signed by WCS Balmond
Dyr

Dy dear Sir

The Govt have before them under consideration a case relating to the writing off the accts a large balance of Rs 37258-11-10 due by an indebted member of the late Agrl Bank at this magalur. Bank before arriving at a decision they would be glad to know if there are any cases of a similar nature

over.

SUBJECT.

which may likely
come up for enforced
treatment in your
District

Request you will kindly
Consider the matter as suggested
and Reply by Do. Secretary

Yours
etc
Lee
L
10810

*List of enclosures,*

*Copied by* KB 14.8.10

*Examined by*

GPB—10,000—23-5-08

Ref

In the cases listed
in the 2003 form - 6/12
Landlord's consent
& the cases like them
in the case consent
will be written if
Just & Trans should
depart upon the
decision of Early

Bill
Joseph

Brief + A
Please put up items
under a new
point

CB
27/9/10

9/12 pm

6

G.R.S. 13]

## Routine Notes

[To be used only for notes, requisitions, etc., not intended for permanent record]

3 With reference to the Devans query about the original files relating to the Chilamyalua Battle are all put up as referred in another case & are not immediately available for preparing the note called for Dept calling on the Dy Commr to supply the information called for & same to be sent for approval

Should routine notes be written on small slips, the notes must be copied, or slips pasted on this form.

GPB—35,000—21-4-09

G.R.S. 26]

874

File No

Serial No.

*Diary No. of letter replied to*

DC

Confidential

No. H 261

General and Revenue Secretariat

( )

, *the* 19 .

24-10-10

To

The Dy Comm

Kadur Dt

Date of issue 24 Oct 10

Signed by W Narasimhaiah

Sir

With reference to your D.O. No. 1/S.S. 15-8-10 reporting on the cases of the State Co-operative Agrl Banks members in which large sums are likely to have to be written off as irrecoverable balances as in the case of Sri Shama Rao I am directed to request you to be so good as to inform Govt. in

over.

SUBJECT.

wd
AM 22/10

B

immediately ~~on the~~ the names of the various officers who originally valued & reported upon these securities at various times, & the valuation they put on the said properties at the time of accession

I have the honour to be Sir Your obedient servant

*List of enclosures,*

*Copied by*

*Examined by*

GPB—20,000—12-8-10

G.R.S. 26]

File No.

Serial No.

*Diary No. of letter replied to* 974

D.O. Confidential No. 2018

General and Revenue Secretariat

( )

*, the* 19

Dated 24-10-10

To

The Dy. Commr.

Hassan Dt

Date of issue 24. Oct 10

Signed by W L Harris in his Name

Sir,

With reference to your Confidential D.O. of 24th August 1910 forwarding a statement showing the outstanding balances at the close of 1909-10 against each member of the late Agl Bank Ltd Salkeshpur & particularising certain members whose debts outstandings are very much in excess of the

SUBJECT.

10

valuation & their pro-
perties. I am directed
to request you to
be so good as to
inform York im-
mediately as to the names of the various officers
who has responsible
valued & reported
upon these securities & whether the valuation
they put on the said properties are true accounts

I remain

Yours &c

[illegible]

14.10.10

*List of enclosures,*

*Copied by*

*Examined by*

GPB—20,000—12-8-10

14/10

DEPUTY COMMISSIONER,
KADUR DISTRICT

D 1839

Chickmagalur,
4th November 1910.

No. 21/B

Dear Sir

With reference to your D.O. letter No. Fl. 2017 dated 24th October 1910 requesting me to inform the Government the names of the various officers or bodies who originally valued and reported upon the Securities — Coffee estates & other lands — offered by the 5 members noted in the margin (in whose case large sums have to be written off as irrecoverable) and the valuation that those officers put on the said properties on those occasions, I herein enclose for the information of Government a statement giving the valuations put

1. P. Jagannatha Rao,
2. M. Ganesa Rao,
3. A. Shama Rao,
4. Sivāji Rameshandra,
5. G. Abdul Khadir Sab.

put on the said properties at various times by the Government Officers as well as Bank Authorities. The Govt. Agencies that had to do with the Valuation are, as may be seen from the heading of the enclosed Statement,

1st/y, The Taluk Authorities;

2d/y. Mr. M. Thengiah Chetty, as Inspector of Agl. Banks;

3d/y. Mr. F. E. C. Carr, as Dy Commissioner of this District; &

4th & last/y Mr. H. Pilkington, as Inspector of Coffee Estates.

2. It will be observed that at each Valuation, the Estates had gone down in value as compared with the previous one, thereby shewing that the Estates deteriorated rapidly from year to year owing to the depression

depression in the Coffee market and the consequent fall in the price of Coffee and the difficulty of maintaining the Estates in working order.

Yours sincerely

W. J. Murray

To,

H. H. Lakshmi Ramamba Rao, Esquire, B.A., B.L.,

Assistant Secty to the Govt—

Zeliyoor

| | Names & Members | Description of properties hypothecated to the late Chikmagalur Agricultural Bank (& Extent then under coffee) | Estimated Value given by the Taluk Authorities at the time of the formation of the Bank about the year 1897. | Estimated Value given by the Panchayetdars at their inspection of the properties with Mr. M. Chengiah Chetty, Inspector of Banks in March 1897. | Value adopted by Mr. M. Chengiah Chetty. | |
|---|---|---|---|---|---|---|
| 1. | P. Jagannatha Rao | -38 acres- Coffee lands<br>Wet lands | 15,000 | 17,500<br>600 | 14,400<br>600 | |
| 2. | M. Ganesa Rao (Saraswatamma) | -43 acres- Coffee<br>Wet lands | 20,000<br>2,000 | 20,100<br>2,000 | 19,800<br>2,200 | |
| 3. | A. Shama Rao | -72 acres- Coffee<br>Wet & dry lands | 86,000 | 60,000<br>7,500 | 60,400<br>6,600 | |
| 4. | Sivaji Rama-Chandra | 14 acres Coffee<br>Other lands | 5,000 | 6,000<br>150 | 4,850<br>150 | |
| 5. | G. Abdul Khadir Sab (G. Abdul Khaliq Sab) | 67 acres Coffee<br>Wet lands | 30,000 | 33,500<br>150 | 29,850<br>150 | |

| | Value fixed by Mr. F.E.C. Carr Deputy Commissioner in March 1899. | Value given by Mr. H. Pilkington Inspector of Coffee Estates in Oct. 1904 & Extent then under Coffee | Value given by Mr. H. Pilkington in 1909. | Amount actually realized by Sale of the properties. amount | when sold. |
|---|---|---|---|---|---|
| ,00 | 8,200 | (30 acres). 2,000 | 500 for one estate that remained. The other one having been sold previously for Revenue arrears. | 1115/- | In 1908 & 1909. |
| -00 | 600 | | | 440/- | 1909. |
| 00 | 10,000 | (9 acres) 3,000 | 3,000 - for Balin Estate | 2,100/- | 1909. |
| 00 | 2,000 | | | 3,195/- | -do- |
| 00 | 35,000 | (25 acres) 6,000 | 3,500 | 7,000/- | 1909-10 |
| | 7,000 | | | 1.45 61/- | 1909. |
| 00 | 5,000 | (10 acres) 800/- " | 800 | 877/- | 1910 |
| 250 | 18,500 | (60 acres) 5000/- | 6000 | 7000/- | 1909-10. Payable in instls: 5000/- still due on the Estate. |
| 50 | 150 | | | | |

Deputy Commissioner,
Kadur District

D.O. No. 2/5

on Mysore Govt Service

Sri
Amin Effendi
M. Hasan
Deputy Commissioner
Kadur District
Kadur

J. H. Lakshmi Narasimha Rao, Esqure B.A. B.L.
Assistant Secretary to the Govt.
Financial Department.

Bangalore.

D3731

D. O

Confidential

Enc - twelve

Rec'd 20.3.11

Hassan

17th March 1911

Has a Circle Inspector's report been received from D.E. Kadur? Valuations of the properties of the members of the Kadur Agricultural Bank for submission to the Revenue Authorities

Referring to your confidential D.O. letter No. Fl. 2018 dated 24th October 1910, I herein enclose a copy of my letter (as Sub-Division officer Bakleshpur) No. A 290 dated 24th December 1900 addressed to Mr. D. Devaraj Esq then Deputy Commissioner Hassan District together with copies of such of its enclosures which were not then sent up in original. These clearly show the principles then adopted by me in the year 1900 for valuation of the properties of the members of the late Bakleshpur Agricultural Bank taking as a basis the valuations said to have been made about

Dear Sir,

Yours

about the year 1897 by Mr. M. Flanigan Chetty then Inspector of Agricultural Banks.

2. I also enclose an extract (viz. copy of para 7) of my Report of Inspection of the late Lakkesper Agricultural Bank conducted on the 30th June 1904, a full copy of which was submitted to Government with my letter No. 3 Ag. B. dated 29th August 1904. From this it may be seen that the valuation arrived at in 1904 was calculated on the above mentioned valuation of 1900 by a system of depreciation and with reference to the valuation of the coffee lands under actual cultivation in 1904 made by Mr H. Pilkington Inspector of Coffee Estates.

3. For convenience & easy reference I have now had a comparative statement prepared from the Bank Property Register and the

the above mentioned Reports and Statement showing particulars of valuations of the Properties of each member of the late ~ Bakkespur Agricultural Bank relating to the years 1897, 1900 & 1904

4. Much time was taken up in searching for my detailed letter no 290 dated the 24th December 1900 (and its several enclosures) then addressed by me, as Sub-Division Officer, Bakkespur, to Mr D. Devaraj Urs Commissioner, which could not be found in the District office. The same may have been sent up in original to Government by Mr D. Devaraj Urs to save time and labor in copying the letter and the enclosures several of which were long Statements of many details of figures. As no

official

official covering reference can be traced in the Registers of the District office, it is possible that they were sent up with a D.O. letter of Mr. D. Devaraj Urs. I have therefore had a copy of the letter and copies of nine of its enclosures prepared from the drafts obtained from the Sub Division office at Sakleshpur which are those now enclosed. The file of eleven maha-zers and the printed memo: of the Inspector of Agricultural Banks having been then sent in original are not available in the Sub-Division office.

5. Owing to the above and having had extra heavy work on account of the General

general censuses I regret that the in-
-formation called for in your D.O. letter
under adverdence was not earlier
furnished

Yours Sincerely,
M. W. Welldrall

J. Lakshminarasimha Rao Esq
B.A. B.L.
Assistant Secretary to the
Government of Mysore
Bangalore

# Comparative Statement of valuations of cultural Bank as made at various times

| No | Names | About 1897 Valuations said to have been made by Mr. M. Thangiah Chetty, then Inspector of Agricultural Banks as entered in the Property Register of the late Sakleshpur Agricultural Bank. | | | | | | As per letter - cember 1900 then Subr Dy - dressed to Mr Deputy Commi | |
|---|---|---|---|---|---|---|---|---|---|
| | | coffee | wet | dry | garden | buildings | Total | coffee | wet |
| 1 | Vedevar brothers | 2,44,706 | 8198 | 620 | 500 | 28900 | 288504 | 35944 | 8197 |
| 2 | K. Appajigowda | 58,705 | 4409 | 1051 | 25 | | 64,191 | 15743 | 1739 |
| 3. | H. Lala Sab | 45256 | 3784 | 283 | . | 8300 | 57624 | 20486 | 3784 |
| 4 | J. Usman Sab | 1,18,875 | 380 | 940 | . | 9250 | 129,445 | 88248 | 380 |
| 5 | Mahamed Gous Sab (deceased) A. Rahiman Sab (Son) | 129,612 | 1470 | 747 | . | 5200 | 137029 | 52,876 | 1470 |
| 6 | Mr. M. Subbiah & Venkata-chala chetty (both de-ceased) M. Pattabhira-miah (Holder of M. M. Subbiah) | 109245 | 1632 | 946 | . | 12300 | 124,122 | 50986 | 1632 |
| 7 | W. Manjaya | 8575 | 2995 | 1417 | . | 4500 | 17487 | 3404 | 2580 |
| 8 | Kishalli Rudregowda and Dyave gowda (both deceased) Kishalli Dyave gowda (Son of Rudregowda) | 78825 | 9324 | 1008 | . | 8200 | 97357 | 38110 | 8973 |
| 9 | *Shanbhoga Ramanna | 14,371 | 3688 | 492 | 100 | 50 | 18701 | 5159 | - |
| 10 | Sundaliure Sreekantaiya (deceased) S. Gundabba (Son) | 90,514 | 2855 | 1450 | . | 7750 | 102568 | 51,827 | 1593 |
| 11 | M. Kalappa | 19,050 | 9922 | 3767 | 907 | 3000 | 36647 | 12533 | - |
| | Total | 9,17,734 | 48657 | 18302 | 1532 | 87450 | 1073675 | 475318 | 30348 |

Dated, Hassan
14-3-1911.

Properties of the members of the late Sakleshpur Agl. Bank

| 1900 as per letter No 290 dated 24th Dec 1900 from P. R. W. Watterall, Esqr, Asst Commissioner, Sakleshpur, addressed to D. Devaraj Urs, Dewan Mysore, Hassan Distt. | | | | | As per para 7 of the Report of Inspection of the late Sakleshpur Agricultural Bank conducted by Mr. P. R. W. Watterall as offg. Asst Commissioner Hassan Distt. | | | | | Remarks |
|---|---|---|---|---|---|---|---|---|---|---|
| dry | garden | buildings | Total | coffee | wet | dry | garden | buildings | Total | |
| 6201 | 500 | 2890 | 179742 | 81286 | 6148 | 4651375 | 21675 | 114135 | | |
| 1051 | 25 | - | 18558 | 9446 | 1305 | 788 18 | - | 11537 | | |
| 283 | | 8300 | 32,853 | 12293 | 2838 | 212 | - | 6225 | 21568 | |
| 312 | | 9250 | 98,190 | 52948 | 285 | 234 | - | 6938 | 60405 | |
| 487 | | 5200 | 59,983 | 31725 | 1103 | 328 | - | 3900 | 37056 | |
| 946 | | 12300 | 65,864 | 30582 | 1224 | 709 | - | 9225 | 41740 | |
| 1398 | | 4500 | 11,882 | 2242 | 1935 | 1049 | - | 3375 | 8601 | |
| 1008 | | 8200 | 56,291 | 22966 | 6729 | 756 | - | 6150 | 36601 | |
| - | | 50 | 5209 | 3085 | - | - | - | 38 | 3123 | * This member having paid all his dues in full ceased to be a member of the Bank prior to winding up of the same. |
| 344 | | 7750 | 61514 | 31,096 | 1194 | 258 | - | 5813 | 38,362 | |
| 312 | | 3000 | 15845 | 7520 | - | 234 | - | 2250 | 10004 | |
| 12292 | 525 | 87460 | 605933 | 285189 | 22761 | 9219393 | 65589 | 383151 | | |

P. R. W. Watterall

Deputy Commissioner

Hassan Distt

Dup

No 2-90
1900-01.

From,

The Sub-Division Officer,

Saklaspur.

To,

The Deputy Commissioner,

H A S S A N .

Dated 24th. December 1900
3/04 Camp Alur.

Enc:Eleven as per list attached.

1. Deputy Commissioner's Docket No. 1998/Mis dated 2nd. June 1900 requesting inspection of and report ~~of~~ on the existing condition of the Estates of the Members of the Agricultural Bank at Saklaspur, also inspection of the Bank Registers &c.

2. Deputy Commissioner's Docket No. 163/Mis: dated 31st. July 1900 forwarding printed memo of the Inspector of Agricultural Banks regarding the Saklaspur Agricul--tural Bank and requesting opinion on the application of the Bank for a further loan of one lakh of rupees after careful inspection of the condition of the Estates of the Bank Members.

3. Deputy Commissioner's Docket No. 201/Mis: Dated 5th. August 1900 requesting opinion regarding the proposed modification of Section 42 of the Articles of Association referred to in the printed Memo of the Inspector of Agricultural Banks.

4. Deputy Commissioner's Docket No. 261/Mis: dated 9th. August 1900 forwarding copy of Government Proceedings No. 1129-30/ RR-117-95 dated 2nd. idem regarding the Chikmagalur Agricultural Bank requesting communication at once of the views of Government contained therein to the Members of the Agricultural Bank at Saklaspur.

Sir,

Adverting to the marginally noted references made by you regarding the Agricultural Bank at Saklaspur, I have the honour to report as follows:

2. Owing to the unusually heavy and long continued monsoon rains this year it was not possible to undertake the inspection of the Estates of the Members of the Bank until the heaviest rains were over and until the very much swollen streams and torrents had subsided to some extent. I therefore commenced with the inspection of the Bank Registers &c and in the intervals of heavy rains and other important duties I have carefully inspected the Estates of the Bank Members which are situated in the Saklaspur, Belgode, Kenchammana-Hoskote and Hanbal Hoblies of Manzerabad Taluk and in Arehalli Hobli of Belur Taluk, being accompanied by the Amildars in their respective Taluks.

3. Each Estate has been inspected in

in detail block by block, and with the aid of punchayetdars (selected from among native planters unconnected with the Agricultural Bank) mahazers have been drawn up embodying the valuation of the several Estates after due consideratin of ~~their pr~~ their present condition, including age, cultivation , shade, locality, soil and the state of the market regarding Coffee and cardamoms and also the estimation of the standing crops and their probable pecuniary value. In the several mahazers drawn up the price of coffee has been taken at rates varying from Rs. 8/- to Rs. 10/- per maund of pounded coffee and that of cardamoms at Rs. 40/- per maund. In the accompanying valuation statement marked A uniform rates have been adopted ~~throu~~ throughout Viz: Rs. 10/- per maund of coffee belonging to estates where pulpers are not used and the produce sold in the Indian market as pounded coffee; and Rs. 11/- per maund as a fair average of the value of the produce of such coffee estates where pulpers are used for preparing parchment coffee which usually forms the bulk of the produce of such estates, and is sent to the English market. Thus the mahazer figures of valuation of coffee have been accordingly modified for entry in this statement. But as regards cardamoms the mahazer valuation of only Rs. 40/- per maund has been maintained in the statement, as the market value of such produce is subject to much fluctuation, and cardamoms form a very small portion of the produce of the Agricultural Bank Estates, in which they are still considered as experimental for planting up small strips of land thought favourable for their cultivation although unsuited to coffee cultivation.

4. As regards unplanted areas of coffee lands included in these estates, the original valuation has been adopted in the statement after making a deduction of 25% for depreciation of coffee lands owing to the fall in prices of coffee.

5. There being no such depreciation regarding dry, wet, and garden (Bagayet) lands the original valuation of such lands belonging to members of the Bank have been adopted ~~in this~~ in this statement which includes only lands ( of all clases)

which

which have been hypothecated to the Bank as security for the loans granted to the several members.

6. A seperate statement marked B. containing particulars of the lands of all classes owned by the Bank member herewith also accompanies and it shows details as to which of such lands have been already hypothecated and which not as yet hypothecated to the Bank. An appendix statement marked B1 showing lands newly acquired by the Bank members is also attached. It has to be pointed out here that owing to the confused state in which the Bank property Register has been kept, containing many corrections and additions, and not signed by any Government Officer or responsible Office holder of the Bank(either Agent or President) these two new statements have to be obtained from the Bank bearing the signatures of the President and Agent who have had a revised Property Register written up, from which they have furnished particulars.

7. The figures from statements B and B1 are appended below as compared with those taken from part IV of the printed Report of the Agricultural Bank Inspector and entered in the margin.:-

From these figures it appears that the Agricultural Bank Inspector in his printed Report has included an excess of 73 Acres and 3 Guntas.

8. As per calculations in the statements now submitted it may be seen that the present valuation of the several classes of hypothecated lands is as shown below:-

Coffee lands.

| | A G |
|---|---|
| Hypothecated | 2070-37 |
| Not hypothecated | 154-33 |
| Newly acqui red | 26-10 |
| Total | ~~2306-16~~ 2252-0 |

Wet lands.

| | |
|---|---|
| Hypothecated | 330-32 |
| Not hypothecated | 207-30½ |
| Newly acquired | 10-20 |
| Total | 549- 2½ |

Dry lands

| | |
|---|---|
| Hypothecated | 467-32 |
| Not hypothecated | 128-16 |
| Newly acquired | 151-16 |
| Total | 747-24 |

Garden lands.

| | |
|---|---|
| Hypothecated | 1-36 |
| Not hypothecated | 1-10 |
| Newly acquired | Nil |
| Total | 3- 6 |

Abstract.

| | As per newsstatements furnished from Agri--cultural Bank. | | As per Agricul--tural Bank Inspector's figures. |
|---|---|---|---|
| Coffee | 2252- 0 | -- | 2308-16 |
| Wet --- | 549- 2½ | -- | 552-38½ |
| Garden Dry | 747-24 | -- | 759-19 |
| Garden. | 3- 6 | -- | 4- 2 |
| Total | 3551-32½ | -- | 3624-35½ |

below:-

| | | A G | | Valuation |
|---|---|---|---|---|
| Coffee | -- | 2070-37 | ---- | 4,62,071-9- 8 |
| Wet | -- | 330-32 | --- | 30,348- 8- 0. |
| Dry | -- | 467-32 | --- | 12,292-12- 0 |
| Garden | ~~66~~ | 1-36 | --- | 525- 0- 0 |
| Total | | 2871-17 | --- | 5,05,237-13- 8 |

Statement B (2) is another statement which was newly prepared and furnished by the President and Agent of the Bankshowing that 88 buildings have been hypothecated to the Bank and valued at ------ 54,150- 0- 0

Hence the totalvaluation of hypothecated lands and buildings amounts to 5,59,387-13- 8

note:-

In para 5 of part IV of the printed report of the Agri-cultural Bank Inspectorx the valuation of the hypothecated buildings seems to be Rs. 43,300/- only.

9. Statement C shows particulars of the several loans obtained by each member of the Agricultural Bank, ~~xepxesents~~ repayments made, further loans obtained, and interest due up to the end of June 1900. Under column 14 of this statementit is apparent that Rs. 3,94,877-4-0 was due on account of loans obtained by the members exclusive of Rs. 10,883/- due by them to the Bank on account of interest.

10. Statement D shows the financial condition of the Bank up to the end of June 1900, when there was a balance in hand of Rs. 5,122-12-0 remaining out of the Government loan of 4 lakhs. And statement E includes the subsequent transactions from 1st. July up to the 30th. November 1900 showing that an additional loan of Rs. 100/- was paid to Shanbogue Ranganna and Rs. 6/- was paid to the Bank on account of interest by Malali Kalappa.

11. Statement F. shows the Receipts and Expenditure of each member year by year since the opwning of the Bank as compiled from information furnished by the respective members to the Bank. The chief headings are the amount of loans obtained (Column 6) and the repayments made towards those loans (Column 18), which are found to tally with the corresponding entries under columns 7 and 13 against each member in statement C. But it is not possible to check or verify

verify the other headings of Receipts and Expenditure in Statement F, expecially those concerning Working charges (Clumns 21 to 23) for the purpose of ascertaining what amount of the Bank loans have been actually spent on the upkeep and improvement of the Coffee Estates for which the loans were chiefly granted. The ~~xxxxxx~~ members were asked to produce their katcha account books for check and comparison with the figures furnished by them as expenditure under that head; but such katcha accounts were not produced, it being said that none were kept.

12. For the further loan applied for by the Bank the undermentioned lands are shown as available for security as apparent from Statements B and B (1):-

Lands not hypothecated.

| | Area | Valuation. |
|---|---|---|
| Coffee- | 154-33 | - 36,323-12-0. |
| Wet | - 207-30½ | - 20,559- 4-0 |
| Dry | - 128-16 | - 3,759- 4-0 |
| Garden- | 1-10 | - 1,007- 8-0 - |
| Total | 492- 9½ | - 61,649-12-0 |

Lands newly acquired.

| | | |
|---|---|---|
| Coffee | - 26-10 - | 3,900-0-0 |
| Wet | - 10-20- | 700-0-0 |
| Dry | - 151-16 - | 3,000-0-0 |
| Total | 188- 6 - | 7,600-0-0 |

Note:- In the Inspector's printed Report these ~~acres~~ areas are shown as Coffee 26-0, Wet 14-3; but they are found to be inaccurate as per Statement B (1) fur-nished by the President and Agent of the Bank.

The valuations of lands not hypothecated are as stated in the Bank Statement B, ~~xxxxx~~ are stated in statement B (1) the valuations but as no valuations of newly acquired lands are noted from part IV para 4 of the Agricultural Bank Inspector's printed Report. Of these the original valuation of the nonhypothecated Coffee lands consisting of 154 acres 33 guntas has to be depreciated 25% (owing to the fall in prices of coffee) which would give Rs. 27,242-13-0 as present valua-tion instead of Rs. 36,323-12-0. The valuation of 128 acres 16 guntas of dry lands at Rs. 3,759-4 is roughly Rs. 29/- per acre and very high for Manxerabad Taluk. I would reduce that valuation 50% viz: Rs. 1,879-10-0 instead of Rupees 3,759-4-0.

19

3,759-4-0. Similarly I would modify the valuation of the newly ~~acquired~~ acquired lands at the rates quoted here-under since their situation or whether any portions of the newly coffee lands have been planted up or not, is not specified. With these modifications the valuations would stand as below:-

(a) Lands not hypothecated.

| | Area A G | Per Acre. Rs. As. Ps. | Valuation Amount |
|---|---|---|---|
| Coffee | 154-33 | -175--15 - 4 -- | 27,242-13-0. |
| Wet -- | 207-30½ | - 98- 15 - 3 -- | 20,559- 4-0 |
| Dry -- | 128-16 | - 14- 10 -3 -- | 1,879-10-0 |
| Garden- | 1-10 | - 806- 0 -0 -- | 1,007- 8-0. |
| (Total) | 492- 9½ | | 50,689- 3-0 |

(b) Lands newly acquired.

| | | | |
|---|---|---|---|
| Coffee | 26-10 | -100--0--0--- | 2,625- 0-0 |
| Wet -- | 10-20- | 75- 0--0 --- | 787- 8-0 |
| Dry -- | 151-16 | - 15 - 0- 0 -- | 2,271- 0-0 |
| Garden | Nil | | |
| Total | 188- 6 | | 5,683- 8-0. |

13. In addition to these lands it is shown in the Bank statement B (2) that there are 15 buildings valued at Rs. 49,200/- also available for further security necessary for the additional loan applied for, and exclusive of the 88 buildings already hypothecated on a valuation of Rs54,150/-. These figures furnished by the President and Agent of the Bank amounting to a total valuation of Rs. 1,03,350/- regarding buildings owned by the Bank members, differ from the figures mentioned in part IV para 5 of the Agricultural Bank Inspector's printed Report, where the particulars shown are:-

| | Valuation |
|---|---|
| Buildings on the Estates:- | Rs. 43,300/- |
| Ditto at other places:- | Rs. 76,350/- |
| This amounts to a total of | Rs.1,19,650/- |
| or an excess valuation of | Rs. 16,300/-. |

14. From the foregoing it may be concluded that it would be better to err on the safe side and ~~at~~ that the valuations of the landed property available for further security might

be

be taken as below:-

| | Rs. | As. | Ps. |
|---|---|---|---|
| (a) Lands not already hypothecated to the Bank | 50,687- | 3- | 0. |
| (b) Lands newly acquired by members of the Bank | 5,683- | 8- | 0 |
| | 56, 370- | 11- | 0 |
| (c) Buildings owned by the Bank members which have not already been hypothe--cated to the Bank | 49,200- | 0- | 0 |
| Total | Rs. 1,05,570- | 11- | 0. |

15. This total valuation of Rs. 1,05,570-11-0 represets all that is available for further security offered to cover the additional loan of one lakh applied for by the Bank. It has been shown under para 10 of this Report with reference to statements D and E that there is a balance of Rs. 5,022-12 remaining out of the Government loan of 4 lakhs up to the end of November 1900. But against this amount Rs. 6,032-2-0 interest due to Government by the Bank for the half year ending 30th. June 1900 and Rs. 6,033-9-6 interest up to the end of December 1900 have to be considered since interest for those two half years is still due by the members of the Bank and it remains to be seen how many of them will comply with their promises to pay interest due for these two half years immediately after the close of the 2nd. half year.

16. As regards the security of Rs. 1,05,570-11-0 as above computed I am of opinion that it is insufficient for the additional loan of 1 lakh of rupees applied for by the Bank. But after full consideration of all details if Government be disposed to grant any further loan at all I do not think that more than half the additional loan applied for can be ~~safely granted~~ safely granted.

17. With reference to the proposed modification of Article 42 of the Articles of Association of the Saklaspur Agricultural Bank so as to admit of the limit of 1st. class loans being enhanced from Rs. 60,000/- to Rs. 75,000/- and of the limit of the total of all classes of ~~loans~~

loans

24

loans from Rs. 75,000/- to Rs. 85,000/-, it may be pointed out that such modification of the original Article is obviously proposed for the benefit of the Bank members mentioned in the margin, whose total liabilities to the Bank are to the extent noted against each of their names. The total liabilities of these 3 members were already in excess of the limit of Rs. 75,000/- then fixed, when the proposal to enhance the limit to Rs. 85,000/- was made from which it appears that the Bank permitted these members to incur the extra liabilities in violation of Article 42. The explanation offered by the Bank authorities regarding the Udewar Brothers is that each brother was considered as a separate member of the Bank. This seems to me to be untenable as the two brothers are undivided in interests and it is believed that all their personal securities are based on documents jointly executed by them. Regarding the other two members the Bank authorities explained that their respective personal loans are only Rs. 69,550/- and Rs. 70,850/- and thus below the limit of Rs. 75,000/-. But the concluding entence of Article 42 is clearly worded as follows:- " Including loans of all kinds granted both to himself and to other members on his security", which obviously was intended to include the total liabilities ( column 11 State-ment C) of a member and not merely the total of personal loans (column 7) exclusive of loans granted to other members on his security. The proposed modification of the existing Article 42 can only be intended to cover this violation of its provisions, and apparently for the purpose of enabling fur-ther loand being obtained from the Bank by these heavily indebted members, should Government think fit to grant any further loan to the Bank over and above the 4 lakhs of rupees already granted. Under these circumstances I am of opinion that the proposed modification of the existing Article 42 can only be made with the full and unanimous consent of all

| | | |
|---|---|---|
| Udewar Baswe Gowda and Dyavappa Gowda, | 86,000/- | |
| M.N.Subbiah | 79,700/- | |
| S.Srikantiah | 77,023/- | |

the

the members of the Bank, since it is proposed for the benefit of only a few of the members and possibly to the detriment of the majority of the members, as every additional loan to any one member over and above the limit must seriously affect the liabilities of the others to an extent they did not originally agreed to when affixing their signatures to the Articles of Association. Unanimous consent of all the members regarding the proposed modification seems to have existed on the 20th. May 1893 when the resolution of the general meeting was passed, since their signatures to the same in the Bank minute Book are apparent. But considerable changes in the Coffee industry and fall in prices have taken place since, which may materially affect the subject.

18. In coclusion it may be pointed out that no member of the Bank has put in an application for permission to hypothecate the current year's coffee crop of his estates although the Proceedings of Government No. 1129-30/Rtl17-95 dated 2nd. August 1900 was intimated to the members of the Bank through the President immediately on receipt of the same with your docket No. 261/Mis:: dated 9th. idem. This appears strange in the face of the allegation that several members of the Bank are urgently in need of funds for working expenses &c.

19. A memo of inspection of the Saklaspur Agricul--tural Bank Registers is hereto attached and the printed Report of the Inspector of Agricultural Banks received for reference is herewith returned.

I have &c.

Sd/- P.R.W.Wetherall,

Sub-Division Officer,
Saklaspur.

" Copy "

P.R.W. Wetherall

Deputy Commissioner,

M.P.C. Hassan District.

Report on the Agricultural Bank
Saklespur

Letter No: 290/mis Enc. Eleven as detailed below to Dy Commr.

Dated 24th } December 1900
Despatched 31st }

1. Valuation Statement A.
2. Statement showing property of Bank Members — B.
3. - Ditto — appendix B (1)
4 — Ditto — do — B(2)
5 — Statement showing details of loans C.
6. Memo showing Financial condition of the Bank —. D
7. - Ditto —. E
8. Statement of Income and Expenditure of the members of the Bank F.
9. Memo on the Inspection of Bank Registers &c.
*10 Files of Eleven Inabazirs.
*11. Printed memo of the Inspector of Agricultural Banks.

* These two are sent in original

Copy (Instr) H.R.
H.W. Wetherall
Dy Commr
Hassan

Report of Inspection of the Sakl Agricultural Bank by the Deputy Com-sioner, Hassan District on 30th. Jun

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X X X X X

7. X X X X X

The value of the property is as follows:-

As per original Estimate in 1897 | Rs.10,73,675-12-0.

Valuation in 1900 of property hypothecated to Bank:-

| | A. G. | Rs as ps |
|---|---|---|
| Coffee Lands | 2,172-33 -- | 4,75,316- 4-8 |
| Wet " | 330-32 -- | 30,348- 0-0 |
| Dry " | 467-32 -- | 12,292-12-0 |
| Buildings | (79) --- | 87,450- 0-0 |
| Garden Lands | 1-36 -- | 525- 0-0 |
| | Total. | 6,05,932- 0-8. |

Mr. H.Pilkington's Valuation in 1904.

D.C's Remarks

| | | |
|---|---|---|
| Coffee Lands-- | 1,50,100- 0-0 | Area under cultivation only. * |
| Wet Lands ---- | 29,347-12-0 | Valuation of 1900 fol-lowed, with certain in-accuracies regarding acreage and valuation. |
| Dry Lands --- | 12-300- 0-0 | |
| Buildings --- | 54,200- 0-0 | Valuation of house in Udevar (Rs. 20,000) omitted and certain buildings of Manjiah at Baikere, of Baswegowda (minor) at Kirhalli, of Ranganna at Hebsale and of Kalappa at Malali. |
| Garden Lands --- | 525- 0-0 | |
| | 2,46,472-12-0 | |

* and exclusive of lands of Ranganna resigned member

Ranganna's

25

| | | |
|---|---|---|
| Ranganna's coffee lands 25-30 depre--ciated 40%. | 3,085- 3-5. | Agg Summary. |
| Buildings omitted. | 35,300- 0-0 | |
| Total valuation on method followed by Mr. H.Pilkinton | 2,84,857-15-5. | |
| ※ Coffee depreciated 40%. | 2,85,189-12-5 | |
| Wet depreciated 25%. | 22,761- 0-0 | |
| Dry Ditto | 9,219- 9-0 | |
| Garden " | 393-12-0 | |
| Buildings " | 65,587-12-0 | |
| ※ Valuation of property in 1904 by depreciation of valuation of 1900 | 3,83,151-13-5. | |

Liabilities of Members to Bank.

| | |
|---|---|
| Old Loan. | 4,35,670- 0-0. |
| Interest | 1,54,104-13-1. |
| New advance | 26,433- 1-1. |
| Interest | 912- 4-7. |
| Total. | 6,17,120- 2-9. |
| Repayment | 1,12,719- 7-0. |
| Balance due | 5,04,400-11-8. |

X X X X X X

Sd/- P.R.W.Wetherall,

Offg. Deputy Commissioner,

Hassan District.

" Extract "

P.R.W.Wetherall

Deputy Commissioner,

M.P.C. Hassan District.

the members of the Agricultural Bank, Sakkarpur.

| For | Garden | | | Total | | |
|---|---|---|---|---|---|---|
| | Area | Assessment | Valuation | Area | Assessment | Valuation |
| | 12 | 13 | 14 | 15 | 16 | 17 |
| 10 | 1 21 | 15 - - | 500 - - | 8 15 9 | 886 4 - | 25,960 4 6 |
| 4 | - 7 | - 12 - | 25 - - | 2 01 10 | 304 8 - | 64,190 8 - |
| 12 | - - | - - - | - - - | 2 11 17 | 316 6 8 | 49,323 8 - |
| 10 | - - | - - - | - - - | 2 17 29 | 249 10 6 | 1,20,194 10 - |
| 4 | - - | - - - | - - - | 3 65 6 | 451 2 - | 1,31,828 12 - |
| 8 | - - 8 | - 6 - | - - - | 4 08 29 | 522 8 - | 1,11,822 2 - |
| 8 | - - | - - - | - - - | 96 23 | 144 6 - | 12,987 8 - |
| 4 | - - | - - - | - - - | 4 26 27 | 672 4 - | 89,157 - - |
| 8 | - - 14 | 1 8 - | 100 - - | 1 02 36½ | 161 6 - | 18,651 8 - |
| 10 | - - | - - - | - - - | 3 11 33 | 430 8 - | 94,818 6 - |
| 8 | - - 36 | 3 - - | 907 8 - | 2 06 7 | 523 14 - | 33,647 8 - |
| | 3 6 | 20 10 - | 1532 8 - | 33 63 26½ | 4663 2 2 | 9,86,225 12 - |

tement B.

Statement showing the property belonging to

| Names of Members | Details of Entire property | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Coffee | | | Wet | | | Dry | | |
| | Area | Assessment | Valuation | Area | Assessment | Valuation | Area | Assessment | Valuation |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| Udevar Basreegowda brother Dyavappa gowda | 518 22 | 518 1/2 - | 2,44,706 4 - | 81 7 | 261 4 - | 8197 8 - | 214 - | 91 4 - | 6200 |
| Kargode Appaji Gowda | 150 26 | 165 8 - | 58,705 - - | 29 16 | 127 1/2 - | 4409 4 - | 21 1 | 10 8 - | 1051 |
| Hanli Budansab alias Lalasab | 158 - | 191 - - | 45,256 4 - | 35 18 | 113 1/4 8 | 3784 8 - | 17 39 | 11 8 - | 282 |
| Belagode Thalal Hanmansab | 187 5 | 219 6 6 | 1,18,875 - - | 3 32 | 11 - - | 380 - - | 26 32 | 19 4 - | 939 |
| Hanné Abdulgani alias Mahomed Gousab | 316 8 | 392 2 - | 1,29,611 10 - | 14 28 | 48 - - | 1470 - - | 34 10 | 11 - - | 746 |
| Venkatachalasetty son M.H. Subbi | 362 5 | 446 1/4 - | 1,09,244 10 - | 22 16 | 66 4 - | 1632 - - | 24 - | 9 - - | 945 |
| Walalahalli Manjiah | 20 21 | 19 - - | 8,575 - - | 28 32 | 102 2 - | 2995 - - | 47 10 | 23 4 - | 1417 |
| Kirhalli patel Dyanegowda, Rudregowda | 221 28 | 221 8 - | 78,825 - - | 124 13 | 412 - - | 9323 1/2 - | 80 26 | 38 8 - | 1008 |
| Kasbasthanbbagna Rangamma | 45 35 | 44 1/5 - | 14,371 4 - | 32 2 1/2 | 104 1/2 - | 3687 1/2 - | 24 25 | 10 1/2 - | 492 |
| Sundakeré Srikantiah | 208 2 | 280 1/2 - | 90,513 1/2 - | 28 22 | 106 4 - | 2855 - - | 75 9 | 43 8 - | 1449 |
| Hatali Kalappa | 36 38 | 48 4 - | 19,050 - - | 137 37 | 449 2 - | 12172 8 - | 30 16 | 23 8 - | 1517 |
| Total - | 2,225 30 | 2548 1 6 | 9,08,734 - - | 538 3 1/2 | 1802 6 8 | 49,190 4 - | 595 39 | 292 - - | 16,052 |

of the Agricultural Bank, Sabbaspur

| Total | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| Area | | Assessment | | | Valuation | | | |
| 15 | | 16 | | | 17 | | | |
| 15 | 9 | 886 | 4 | - | 25,960 | 4 | 6 | |
| 01 | 10 | 304 | 8 | - | 64,190 | 8 | - | |
| 11 | 17 | 316 | 6 | 8 | 49,323 | 8 | - | |
| 17 | 29 | 249 | 10 | 6 | 1,20,194 | 10 | - | |
| 65 | 6 | 451 | 2 | - | 1,31,829 | 12 | - | |
| 08 | 29 | 522 | 8 | - | 1,11,822 | 2 | - | |
| 96 | 23 | 144 | 6 | - | 12,987 | 8 | - | |
| 26 | 27 | 672 | 4 | - | 89,157 | - | - | |
| 02 | 36½ | 161 | 15 | - | 18,651 | 8 | - | |
| 11 | 33 | 430 | 8 | - | 94,818 | 6 | - | |
| 06 | 7 | 523 | 14 | - | 33,647 | 8 | - | |
| 63 | 26½ | 4663 | 2 | 2 | 9,86,225 | 12 | - | |

Property hypothecated to the Bank

| Coffee | | | Wet | | | Dry | | | Garden | | | Total | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Area | Assessment | Valuation | Area | Assessment | Valuation | Area | Assessment | Valuation | Area | Assessment | Valuation | Area | Assessment | Valuation |
| 18 | 19 | 20 | 21 | 22 | 23 | 24 | 25 | 26 | 27 | 28 | 29 | 30 | 31 | 32. |
| 493 4 | 493 ½ - | 2,39,093 ½ - | 81 6 | 261 4 - | 8197 8 - | 214 - | 91 4 - | 6200 10 - | 1 21 | 15 - - | 500 - - | 789 31 | 861 4 - | 2,53,991 14 - |
| 126 8 | 145 8 - | 39,130 - - | 11 24 | 52 4 - | 1,739 4 - | 21 1 | 10 8 - | 1051 4 - | - 7 - | ½ - | 25 - - | 159 - - | 209 - - | 41,945 8 - |
| 110 17 | 120 8 - | 40,498 ½ - | 35 18 | 113 ¼ 8 | 3,784 8 - | 17 39 | 11 8 - | 282 ½ - | - - - | - - - | - - - | 163 34 | 245 4 8 | 44,566 - - |
| 158 14 | 219 2 6 | 1,16,002 8 - | 3 32 | 11 - - | 380 - - | 12 19 | 6 ½ - | 312 2 - | - - - | - - - | - - - | 174 25 | 236 4 6 | 1,16,694 10 - |
| 316 8 | 392 2 - | 1,29,611 | 14 28 | 48 - - | 1470 - - | 21 35 | 7 4 - | 437 8 - | - - - | - - - | - - - | 352 31 | 447 6 - | 1,31,519 6 - |
| 362 5 | 446 ¼ - | 1,09,244 10 - | 22 16 | 66 4 - | 1,632 - - | 24 - | 9 - - | 945 8 - | - 8 - | 6 - - | - - - | 408 29 | 522 8 - | 1,11,822 2 - |
| 13 21 | 12 - - | 6,125 - - | 26 6 | 92 10 - | 2,580 - - | 46 24 | 23 - - | 1398 - - | - - - | - - - | - - - | 86 11 | 127 6 - | 10,103 - - |
| 221 28 | 221 8 - | 78,825 - - | 119 25 | 396 ½ - | 8,712 4 - | 80 26 | 38 8 - | 1008 4 - | - - - | - - - | - - - | 421 39 | 656 ½ - | 88,805 8 - |
| 25 30 | 25 - - | 13,365 - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | 25 30 | 25 - - | 13,365 - - |
| 208 20 | 280 ½ - | 94513 ½ - | 15 37 | 56 8 - | 1,972 8 - | 22 38 | ½ - - | 344 4 - | - - - | - - - | - - - | 246 37 | 349 4 - | 92460 8 - |
| 35 20 | 46 ½ - | 90000 - - | - - - | - - - | - - - | 6 10 | 3 - - | 312 8 - | - - - | - - - | - - - | 41 30 | 49 ½ - | 19,312 8 - |
| 2070 37 | 2403 ¼ 6 | 8,81,410 4 - | 330 32 | 1,098 8 8 | 30,248 - - | 467 32 | 212 12 - | 12,292 ½ - | 1 36 | 16 2 - | 525 - - | 2871 17 | 3731 5 2 | 9,24,576 - - |

Property not hypothecated to the Bank

| Coffee | | | Wet | | | Dry | | | Garden | | | Total | | | Buildings | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Area | Assessment | valuation | Area | Assessment | valuation | Area | Assessment | valuation | Area | Assessment | valuation | Area | assessment | valuation | No | Estimated value |
| 33 | 34 | 35 | 36 | 37 | 38 | 39 | 40 | 41 | 42 | 43 | 44 | 45 | 46 | 47 | 48 | 49. |
| 25 18 | 25 - - | 5612 8 - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | 25 18 | 25 - - | 5612 8 - | 23 | 28,900 - - |
| 24 18 | 20 - - | 19575 - - | 17 32 | 75 8 - | 2670 - - | - - - | - - - | - - - | - - - | - - - | - - - | 42 10 | 95 8 - | 22,245 - - | - | - - - |
| 47 23 | 70 8 - | 4737 8 - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | 47 23 | 70 8 - | 4,757 8 - | 6 | 8,300 - - |
| 28 31 | - 4 - | 2872 8 - | - - - | - - - | - - - | 14 3 | 12 8 - | 627 8 - | - - - | - - - | - - - | 43 4 | 1/2 1/2 - | 3,500 - - | 7 | 9,250 - - |
| - - - | - - - | - - - | - - - | - - - | - - - | 2 15 | 3 1/2 - | 309 6 - | - - - | - - - | - - - | 2 15 | 3 1/2 - | 309 6 - | 10 | 5,200 - - |
| - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | - - - | 9 | 12,300 - - |
| 7 - | 7 - - | 2450 - - | 2 26 | 9 1/2 - | 415 - - | 26 - | 4 - | 19 8 - | - - - | - - - | - - - | 10 1/2 | 17 - - | 2884 8 - | 4 | 4,500 - - |
| - - - | - - - | - - - | 4 28 | 15 4 - | 351 8 - | - - - | - - - | - - - | - - - | - - - | - - - | 4 28 | 15 4 - | 351 8 - | 4 | 8,200 - - |
| 20 5 - | 19 1/5 - | 1066 4 - | 32 2/2 | 104 1/2 - | 3687 1/2 - | 24 25 | 10 1/2 - | 492 8 - | - - 1/4 | 1 8 - | 100 - - | 77 6 1/2 | 136 1/5 - | 5,286 8 - | 3 | 50 - - |
| - - - | - - - | - - - | 12 25 | 49 1/2 - | 1262 8 - | 52 11 | 31 8 - | 1,105 6 - | - - - | - - - | - - - | 64 36 | 81 4 - | 2,367 14 - | 10 | 7,750 - - |
| 1 18 | 1 8 - | 50 - - | 137 37 | 499 2 - | 12,172 8 - | 24 6 | 20 8 - | 1,205 - - | - - 36 | 3 - - | 907 8 - | 164 17 | 474 2 - | 14,335 - - | 3 | 3,000 - - |
| 154 33 | 144 3 - | 36323 1/2 - | 207 30 1/2 | 704 2 - | 20,559 4 - | 128 16 | 79 4 - | 3759 4 - | 1 10 | 48 - | 1007 8 - | 492 9 1/2 | 932 1 - | 61,649 1/2 - | 79 | 87,450 - - |

5-12-1900

Sd/- Manjiah Agent-

Sd/- Kalappa president-

"Copy"

Sd/- P. R. W. Wetherall

Sd/- P. R. W. Wetherall
Revision officer

B. Appendix (I).

Statement showing the property acquired by members since the formation of Saklespur Agricultural Bank

| No. | Names of members | Coffee | | Wet | | Dry | | Total | |
|---|---|---|---|---|---|---|---|---|---|
| | | Acres | Assessment | Acres | Assessment | Acres | Assessment | Acres | Assessment |
| 2 | Kargode Appajisowda | 18-10 | 18-4 | - | - | - | - | A. G. 18-10 | 18-4 |
| 3 | Henli Budnasab alias Lalasab | - | - | 2-17 | 7-8 | - | - | 2-17 | 7-8 |
| 4 | Tholal Usmansab | - | - | 2-2 | 10-0 | 12-27 | 5-8 | 14-29 | 10-8 |
| 5-14 | Harné Neggadé Mahamad Gousab | - | - | 6-1 | 14-0 | 68-9 | 19-0 | 74-10 | 33-0 |
| 6-15 | Venkatachalachetty son M. Subbiah | 8-0 | 8-0 | - | - | 8-0 | 1-12 | 16-0 | 9-12 |
| 11 | Seundekeré Srikantiah | - | - | - | - | 62-20 | 30-12 | 62-20 | 30-12 |
| | Total | 26-10 | 26-4 | 10-20 | 31-8 | 151-16 | 57-0 | 188-6 | 109-12 |

6-12-1900. Sd/- Manjiah Agent. Sd/- Kolappa president.

Sd/- P. R. W. Wetherall
Sub Division officer,
Saklespur

Copy
P R W Wetherall
Deputy Commissioner
Hassan District

C

Serial 5 - Statement showing different clas

checked

| No. | Names of Members | Classes of Loans to Government at- 1st class Interest- at- 5½ per cent- | 2nd class Interest- at- 6 per cent- | 3rd Int a per |
|---|---|---|---|---|
| 1 | 2. | 3 | 4 | |
| 1&13. | Udewar patél Basnégowda and his brother Dyavappa gowda | 75,000 | 5,000 | 1,50 |
| 2 | Kargode Appaji gowda | 16,000 | 3,500 | |
| 3&16 | Henli Inabi Sab (deceased) his son Lalasab alias Budnasab. | 35,000 | 4,500 | 150 |
| 4 | Thalal Usmansab | 50,000 | 5,000 | 1,50 |
| 5&14 | Gousab and his son Abdulrahimansab | 35,000 | 6,000 | 1,300 |
| 6&15 | M. N. Subbiah and father Venkatachalachetty | 60,000 | 5,000 | 2,500 |
| 7 | Walalahally Ranjiah | 5,000 | 3,000 | - |
| 8&10 | Kirhalli Dyanegowda and Rudregowda | 18,000 | 500 | - |
| 9 | Shanbhog Rangana | 900 | 500 | - |
| 11 | Sundekeré Srikantiah | 63,000 | 5000 | 1,500 |
| 12 | Malali Kalappa | 8,500 | 4,000 | - |
| | Total | | | |

of loans granted to the several members
with Ledger, Cash &c maintained in the

| at interest payable % per annum. | | | | | | | |
|---|---|---|---|---|---|---|---|
| 4th Class Interest at 1 pie per annum 20 per diem | Total | Loans obtained by himself on his own security | Loans obtained by himself on security of other members | Loans obtained for other members on his own security | Total liabilities of each members | Actually due on loans exclusive | |
| 6 | 7 | 8 | 9 | 10 | 11 | | |
| | 1,500 | 83,000 | 76,500 | 6,500 | 3,000 | 86,000 | 83,000 |
| | 1000 | 20,500 | 17,000 | 3,500 | 10,000 | 30,500 | 20,50 |
| | 1,000 | 40,650 | 36,000 | 4,650 | 2,000 | 42,650 | 40,650 |
| | 2,000 | 58,500 | 52,000 | 6,500 | 15,870 | 74,370 | 58,500 |
| | 1,000 | 43,300 | 36,000 | 7,300 | 18,216 | 61,516 | 43,300 |
| | 2050 | 69,550 | 62,050 | 7,500 | 10,150 | 79,700 | 69,550 |
| | | 8,000 | 5,000 | 3,000 | 4,000 | 12,000 | 8,000 |
| | 120 | 23,520 | 18,520 | 5,000 | 16,579 | 40,099 | 23,520 |
| | | 1,400 | 900 | 500 | 6,500 | 7,900 | 1,400 |
| | 150 | 70,850 | 64,350 | 6,500 | 6,773 | 77,023 | 70,250 |
| | 90 | 13,400 | 9,400 | 4,000 | 4,770 | 18,170 | 13,400 |

of the Agricultural Bank, Saklespur, and Bank up to the end of June 1900.

| Remarks for items of other members. | Repayments made to the Bank by the members. | Balances due | Interest due up to half Year ending 30th June 1900. | Total dues up to the end of June 1900. | * Notes explanatory | |
|---|---|---|---|---|---|---|
| | | | | | For liquidation of old debts. | For Landyam |
| * | 13 | 14 | 15 | 16 | (12a) | (12b) |
| | 98.71 | 73,129 | 2,027 12 8 | 75,156 12 8 | 57,000 | 1000 |
| | 1,153 7 2 | 19,346 8 10 | 553 5 2 | 19,899 14 - | 12,500 | - |
| | 2585 13 8 | 38,064 2 4 | 1075 7 9 | 39,139 10 1 | 29,900 | 1,000 |
| | 5,969 | 52,531 | - | 52,531 | 42,000 | - |
| | 4,866 | 38,434 | 1,088 7 9 | 39,522 7 8 | 28,800 | 1,000 |
| | 4,821 | 64,729 | 1,822 10 2 | 66,551 10 2 | 50,000 | 1,000 |
| | 802 | 7,198 | 203 15 1 | 7,401 15 1 | 4,200 | 500 |
| | 1738 7 2 | 21,781 8 10 | 613 11 9 | 22,395 4 7 | 16,000 | 1,000 |
| | 837 8 - | 562 8 - | - | 562 8 - | - | 500 |
| | 3910 | 66,340 | 3,153 13 6 | 70,093 13 6 | 52,000 | 1,000 |
| | 1238 8 - | 12,161 8 - | 344 6 11 | 12,505 14 11 | 6,500 | 1,000 |
| | 37,792 12 - | 3,94,877 4 - | 10,883 10 8 | 4,05,760 14 8 | 2,98,900 | 8,000 |

"Copy"

D. H. Wedderburn

Deputy Commissioner,

Nassau District.

repayments made by them &c as Compared

tory to column 12.

| For Interest | For Working Charges | Total | Remarks |
|---|---|---|---|
| (12c) | (12d) | (12e) | 17 |
| 2,024 4 11 | 22,975 11 1 | 83,000 - - | |
| 421 11 4 | 7,578 4 8 | 20,500 - - | |
| 939 7 3 | 8,810 8 9 | 40,650 - - | |
| 1,000 - - | 42,000 - - | 58,500 - - | |
| 950 11 5 | 12,579 3 7 | 43,300 - - | |
| 1,641 3 10 | 16,908 12 2 | 69,550 - - | |
| - - - | 3,300 - - | 8,000 - - | |
| 520 - - | 6,000 - - | 23,520 - - | |
| - - - | 900 - - | 1,400 - - | |
| 648 15 11 | 16,201 - 1 | 70,850 - - | |
| 248 11 - | 5651 5 - | 13,400 - - | |
| 95 2 8 | 1,16,374 13 4 | 4,32,670 - - | |

S/- P. W. Wetherall
Sub-Division officer,
Sakleshpur
24-12-1900.

Cont' 6

# Statement D

Brief memo showing the Financial condition of the Agricultural Bank, Saklaspur, up to the end of June 1900.

| | | Rs. | As Ps. |
|---|---|---|---|
| (1) | Amount of capital sanctioned as per Government Proceedings No. 5439-42/R F115-95 dated 14-2-96 and Proceedings No. 436-7/R F 100-97 dated 17-3-97. | 4,00,000- | 0-0. |
| (2) | Loans granted to the members of the Bank up to the end of June 1900. | 3,94,877- | 4-0. |
| | Balance at the credit of the Bank. | 5,122- | 12-0. |
| (3) | Repayments made by the members of the Bank towards the Principal of | 3,94,877- | 4-0. |
| | amount to | 37,792- | 12-0. |
| | Balance | 3,57,084- | 8-0. |
| (4) | Further loans obtained by the members | 37,792- | 12-0. |
| | Net amount due from the members towards the principal | 3,94-877- | 4-0. |
| | Add interest due to Bank thereon up to the end of June of 1900 | 10,883- | 10-8. |
| | Total dues. | 4,05,760- | 14-8. |
| (5) | Amounts available in the Treasury at the credit of the Bank:- | | |
| | (a) Balance out of the capital | 5,122- | 12-0 |
| | (b) Deposits. | 1,030- | 0-0. |
| | (c) Reserved Funds | 13,240- | 0-0. |
| | Total | 19,280- | 12-0. |

It is to be observed here that the total amount of Interest due from the members to the Bank since the date of the opening of the Bank to the end of June 1900 was Rs. 64,663-12-2, of which Rs. 53,780-1-6 was recovered from time to time, leaving a balance of Rs. 10,883-10-8 only up to the end of June 1900.

As the interest at 4% per annum payable to Govern-ment by the Bank for the said period is Rs. 6,032-2-0 only,

The

32

The net balance due to Government amounts to Rs.4,00,909-6-0.

Sd/- P.R.W.Wetherall,
Sub-Division Officer,
Saklaspur.

24-12-1900.

" Copy "

P.R.W.Wetherall

Deputy Commissioner,
Hassan District.

M.P.C.

# Statement E.



Memo showing money transactions of the Agricultural Bank, Saklaspur, from 1st. July 1900 to the end of November 1900.

Amount due to the Bank from Members up to the end of June 1900.

| | | |
|---|---|---|
| (1) On account of Principal ---- | Rs. 3,94,877- 4-0. | |
| (2) Do. Interest | Rs. 10,883-10-8 | |
| Total | | Rs. 4,05,760-14-8 |
| Paid to Shanbhouge Ranganna as loan on 18-8-1900. | Rs. 100- 0-0. | |
| Total | | Rs 4,05,860-14-8 |
| Received from M.Kalappa in part payment of interest. | Rs. 6- 0-0. | |
| Net balance due from the members up to the end of November 1900 exclusive of the interest due from July 1900 to the end of November 1900. | | Rs. 4,05,854-14-0. |

24-12-1900.

Sd/- P.R.W.Wetherall,
Sub-Division Officer,
Saklaspur.

" Copy "

P.R.W.Wetherall

Deputy Commisioner,

M.P.C. Hassan District.

Memo on the Inspection of the Saklaspur Agricultural Bank conducted under the Supervision and instructions of the Sub-Divisional Officer, Saklaspur.

-------oOo-------

1. All registers and cash books accounts &c maintained in the Bank were examined and checked, and all items of receipts and expenditure were carefully scrutinized comparing the same with the figures shown in the Memo of inspection by the Inspector of Agricultural Banks dated 9th. July 1900 and the result of the examination of the accounts is detailed in the accompanying statement (C) which contained the transactions of the Bank up to the end of June 1900. Those subsequent to that date are shown in statement E; and Statement D exhibits the financial condition of the Bank up to the 30th. June 1900.

2. The following are the observations made regarding the discrepancies discovered in the figures under certain items- also on other matters.

(1) On enquiry it was ascertained from the Bank authorities that the bonds and receipts mentioned in clause VII para 1 part XII of the Agricultural Bank Inspectors printed Memo said to be due from Abdulganni Sab in respect of Rs. 1,200/-, from Kalappa in respect of Rs. 600/- and from Udevar Dyave Gowda in respect of Rs. 650/- have not as yet been obtained from them. It is desirable that the production of the same should be insisted upon.

(2) With regard to the amount specified in paras 1 an 3 of part XII of the Bank Inspector's printed Memo certain differences were found on comparision with statement C which are explained below .

| Particulars | As per Agricultural Bank Inspector's Memo. | As per undersigned's Statement C. |
|---|---|---|
| (a) Loans granted to discharge prior encumbrances and other debts. | 2,92,000 0-0 | 2,98,900- 0-0 |
| (b) Ditto for payment of Kandayem | 14,443- 8-2 | 8, 000- 0-0 |
| (c) Ditto -- Interest | 9,795- 2-8 | 9,395- 2-8 |
| (d) Ditto - for work on Estates | 1,09,431- 5-2 | 1,16,374-13-4 |
| Total | 4,25,670- 0-0 | 4,32,070- 0-0 |

The

The total of the Bank Inspector's report falls short of the to total of the figures in statement (C) owing to Rs. 7,000/- paid to Narve Gous Sab on 6th. August 1897 for buying up a hissedar's ¾ rate of a certain land, having been excluded from the item stated above.

The differances in the sets of figures shown above seem to be due to the Bank Inspector having obtained his figures from vouchers of payments made by members which are filed in the Bank; whereas statement (C) has been prepared from the cash accounts of the Bank in which the purposes for which loans were obtained are differently stated as the original intention of the borrower.

3. According to the 2nd. statement on page 17 of the Agricultural Bank Inspector's memo the amount shown against Kirhalli Rudre Gowda and Shanbogue Ranganna are Rs. 15,579/- and Rs. 7,400/- respectively as loans obtained by other members on their( Rudre Gowda's and Ranganna's) securities.

These figures differ from the respective figures in the undersigned's statement (C) in which the correct figures viz: Rs. 60,579/- and Rs. 6,400/- are entered against the names of these two indivuduals. The cause of these differences seems to be due to the fact that Shanbhogue Ranganna who was asked by Kirhalli Rudre Gowda to stand as security for him for a loan of Rs. 1,000/-, accepted the offer and signed the application conjointly with the latter; but Ranganna subsiquently altogether declined to stand security for him then M.N.Subbiah stood secutity for Rudre Gowda for Rs. 1,500/- on condition of the latter becomming surity for him (M.N.Subbiah) to the amount of Rs. 1,000/-. Both the applications were accepted and loans granted the amounts in both cases being drawn on one and same date viz: 28-6-99. But by oversight the sum of Rs 1000/- granted on the surity of Rudre Gowda seems to have been omitted under this head against Rudre Gowda's name in the Bank Inspector's memo of inspection, and the sum of Rs. 1,000/- for which Shanbhogue Ranganna's secirity was originally accepted was allowed to remain against his name altnough he subsequently declined to stand security. Hence an increase of Rs. 1,000/- against Ranganna's name and a decrease

decrease of Rs. 1,000/- against Rudre Gowda's name apparently have been shown under this head in the said Inspection memo.

Again in the third colcumn -"amount obtained for himself" in the same statement attached to the Inspector's report the total balance due from the members is shown as Rs. 395,028/- whereas the total in columns 14 of the undersigned's statement C amounts to only Rs. 3,94,877/4. showing a deficency of Rs. 150-12-0 which includes Rs. 150/ being the amount repaid by Shanbogue Ranganna on 18-5-1900 Accordingly the balance due by this member at the end of June 1900 is shown as Rs. 562-8-0 in statement C, whereas the sum of Rs. 712/- is shown in the statement contained in the Agricultural Bank Inspector's memo.

4. Part XX Registers and other Books kept.

(Agricultural Bank Inspector's Memo)

These are 25 in number. They were examined and found neatly written up. Contingent charges have been entered in detail in the cash book but not in the cantingent Register.

(1) Entries and corrections in the property Register are not authenticated. Some only have been signed by the members concerned but bear no signature of any Office holder of the Bank or of the Inspector of the Agricultural Banks. Copies of Deeds of hypothecation in the Bond Register have not at all been signed by the Agent as true copies or by any one else.

(2) Regarding the remarks of Mr. Ramaswamiengar in the concluding para of part XX of his printed Report, a notice is said to have been served on the Udewar Brothers Baswe Gowda and Dyavappa Gowda as far back as the 20th. November 1899 requiring them to furnish particulars of their lands situated in Belur and Arsikere Taluks for entry in the Bank Property Register. But full information in the matter is said to be still due from the Udewar Brothers.

5. It may also be pointed out that in the authenticat copy

copy of the registered articles of Association obtained by the Bank from the Office of the Registrar of Joint Stock Company has the amount of limits of all loans &c is by mistake Shown as Rs. 75/- instead of Rs. 75,000/-.

6. All the points observed and remarked upon by Mr. B.G.Krishniengar, and instructions given in his memo of inspection dated 19th. March 1898 have been attented to .

Sd/- P.R.W.Wetherall,

Dated Saklaspur
24th. December 1900 Sub-Division Officer,

Saklaspur

" Copy "

P.R.W.Wetherall

Deputy Commissioner,

M.P.C. Hassan District.

Serial No.

4

with reference to the Dewans query supra as to who valued & reported upon the securities in cases like that of the Shanna Row an indebted member of the Agri Bank at Chikkanayakanhalli the D.C reports recd from the Dy Commrs of Kadur & Hassan Dts are herewith subd. Attention is invited to the statement attached to the Kadur Dy Commrs D.O. particularly to columns 4 & 6 thereof. The first valuation was in March 1897 conducted by Mr Chenjeah Chetti & the second valuation was in March 1899 by Mr Carr, then Dy Commr of the Kadur Dt. There is a depreciation of between 40 & 50 p.c. in the short period of 2 years in the value of the securities. It may also be noted that the depression in the coffee industry has spread over

NOTE—Contn. sheet.

GPB—55,000—27-4-09

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a period of 13 years - The coffee plantations were then in good condition. The insect pest had not then put in its appearance & the estate owners too had not at this early stage begun to neglect their properties.

5 Summary Statement 6 now sent up by the Dy Commr Hassan Dt & Specimen particulars of Valuation of these districts conducted by him Chenjeah Chetti in 1897 & that next Valuation of the same by his method in 1900. A similar depreciation in Value of between 40 & 50 p.c is also to be observed in regard these Salkeles per estates.

A 6 The suggested nature of the original Valuation has accepted by Govt so early as 1905 & para 2 of G.O dd 6-1-06 recording the opinion of Govt in the matter may be perused in this connection.

Put (45) 1 Miller from the Dy Commr Hassan Dt & Specimen particulars of Valuation of these districts conducted by him Chenjeah Chetti in 1897 & that next Valuation of the same by his method in 1900. A similar depreciation in Value of between 40 & 50 p.c is also to be observed in regard these Salkeles per estates.

22/6 22/6/11

NOTE—Contn. sheet.

GPS—50,000—12-8-10

Revenue Dept. | File No. of 19

Serial No.

(i) that the properties were never valued at the very beginning. As Mr Hemchandra Reddy has also retired there is perhaps no necessity to pursue the subject further.

Secy)

27/3/11.

& Sub^d to Dewan for perusal

27/3/11



GPB—50,000—12-8-10

4 B

*Submitted to His Highness.*

I submit for information the accompanying file of papers containing reports from the Deputy Commissioners of the Hassan and Kadur Districts, in the matter of the over-valuation of properties mortgaged to the Saklespur and Chikamagalur Agricultural Banks.

2. These reports testify to the inadvisability of accepting Coffee estates, as security for long periods of time.

hm.

T. Ananda Rao
7th April

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Record of Cases submitted for the Orders of His Highness the Maharaja

*Subject.*

Papers relating to the valuation of certain Coffee estates mortgaged to the Saklespur and Chikmagalur Agricultural Banks.

24.4.11
1960.

653

*Order.*

~~KRM~~
4/5/11